

BOB F. ANDERSON, PE, INC.
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September 9, 2005

Honorable James H. Welsh,
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, LA 70804-4275

Re: **APPLICATION FOR PUBLIC HEARING**
Proposed Unit
Hosston 5040' Sand, Reservoir A
And proposed Unit Well
Lisbon Field
Claiborne Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of **NADEL & GUSSMAN, LLC**, (Applicant) to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Hosston 5040' Sand, Reservoir A, Lisbon Field, Claiborne Parish, Louisiana:

1. To create one (1) 320 +/- acre drilling and production unit for the exploration for and the production of gas and condensate for the Hosston 5040' Sand, Reservoir A, in the Lisbon Field, Claiborne Parish, Louisiana, to be designated HOSS 5040' RA SUA, such unit being shown on the attached plat and being made a part hereof.
2. To force pool and integrate all separately owned tracts, mineral leases and other property within each of the proposed units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract to share in the unit production on a surface acreage bases of participation.
3. To designate Nadel & Gussman, LLC, as the operator of the proposed HOSS 5040' RA SUA and their Nolen No. 1 Well (Serial No. 212566) as the unit well.
4. To provide for future wells to be drilled to the Hosston 5040' Sand, Reservoir A, be located 660 feet from unit lines and 2,000 feet between wells.
5. To provide for the reclassification of the Hosston 5040' Sand, Reservoir A, if the producing characteristics should change without the necessity of a public hearing if sufficient data is submitted to accepted by the Commission of Conservation.

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6. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Hosston 5040' Sand, Reservoir A, is to be defined as that gas and condensate bearing interval encountered between the electric log depths of 5,030 feet and 5,050 feet in the CSC (now Nadel & Gussman, LLC – Nolen No. 1 Well, located in Section 8, Township 21 North, Range 4 West, Claiborne Parish, Louisiana.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained **at the expense of the requesting party.**

A request was made to file this application under the provisions of Rule 8, of the Revised Rules of Procedure for Conducting Public Hearings before the Commissioner of Conservation and the requests was granted. In compliance with Rule 8, a conference to discuss the application and any objections thereto is scheduled for Thursday, September 22, 2005, at 9:00 AM in Conference Room A, Third Floor, Beck Building, 400 Travis Street, Shreveport, Louisiana. This conference will be held as scheduled.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter, plat and list of parties is being sent to the District Manager of the Shreveport District Office of Conservation and a copy of this letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties as shown on the attached list.

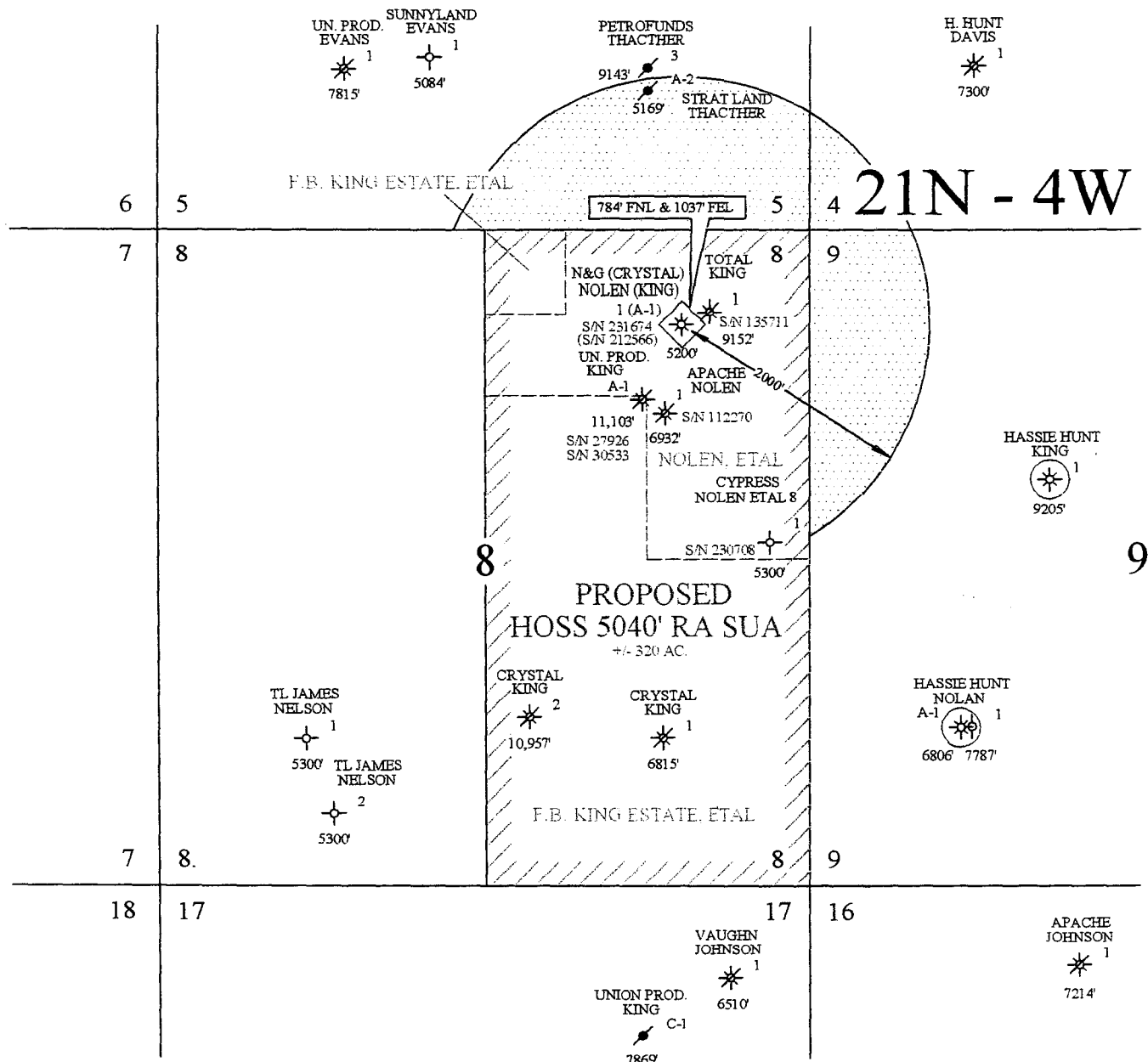
A check, made payable to the Office of Conservation, is attached to cover the applicable hearing fee.

Yours truly,



B. F. Anderson, PE for
NADEL & GUSSMAN, LLC

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.)
Interested Owners, Represented Parties and Interested Parties (wo/encl.)
Nadel & Gussman, LLC. (w/encl.)



PROPOSED UNIT WELL



LOWER HOSSTON WELL



NADEL & GUSSMAN, LLC

LISBON FIELD
CLAIBORNE PARISH, LOUISIANA

UNIT PLAT SHOWING
PROPOSED UNIT & UNIT WELL
HOSS 5040' RA SUA; NOLEN #1

EXHIBIT NO.1